



Entered on Docket  
June 08, 2007

Hon. Linda B. Riegle  
United States Bankruptcy Judge

George A. Davis  
CADWALADER, WICKERSHAM & TAFT  
One World Financial Center  
New York, NY 10281  
Telephone No.: (212) 504-6000  
Facsimile No.: (212) 504-6666

Matthew S. Barr  
Tyson M. Lomazow  
MILBANK, TWEED, HADLEY & McCLOY, LLP  
1 Chase Manhattan Plaza  
New York, NY 10005  
Telephone No.: (212) 530-5367  
Facsimile No.: (212) 822-5367

**Counsel for Compass Financial Partners LLC**

Peter C. Bernhard (Nevada Bar No. 0734)  
Georganne W. Bradley (Nevada Bar No. 1105)  
BULLIVANT HOUSER BAILEY PC  
3980 Howard Hughes Pkwy., Ste. 550  
Las Vegas, NV 89169  
Telephone No.: (702) 650-6565  
Facsimile No.: (702) 650-2995  
E-Mail: [peter.bernhard@bullivant.com](mailto:peter.bernhard@bullivant.com)

**UNITED STATES BANKRUPTCY COURT  
DISTRICT OF NEVADA**

In re:  
USA COMMERCIAL MORTGAGE COMPANY,  
Debtor.

Case No. BK-S-06-10725 LBR  
Case No. BK-S-06-10726 LBR  
Case No. BK-S-06-10727 LBR  
Case No. BK-S-06-10728 LBR  
Case No. BK-S-06-10729 LBR

In re:  
USA CAPITAL REALTY ADVISORS, LLC,  
Debtor.

In re:  
USA CAPITAL DIVERSIFIED TRUST DEED  
FUND, LLC,  
Debtor.

Chapter 11  
Jointly Administered Under  
Case No. BK-S-06-10725 LBR

In re:  
USA CAPITAL FIRST TRUST DEED FUND,  
LLC,  
Debtor.

In re:  
USA SECURITIES, LLC,  
Debtor.

**ORDER RE: EMERGENCY MOTION OF  
COMPASS FINANCIAL PARTNERS LLC  
FOR ORDER PURSUANT TO 11 U.S.C. §§  
105 AND 1141 ENFORCING  
CONFIRMATION ORDER AND  
FOR CIVIL CONTEMPT SANCTIONS**

**Affects:**

- ☐ All Debtors  
☒ USA Commercial Mortgage Company  
☐ USA Securities, LLC  
☐ USA Capital Realty Advisors, LLC  
☐ USA Capital Diversified Trust Deed Fund, LLC  
☐ USA First Trust Deed Fund, LLC

Date: May 31, 2007  
Time: 2:30 p.m.

**BullivantHouserBailey PC**

3980 Howard Hughes Pkwy., Suite. 550  
Las Vegas, NV 89169  
Telephone: (702) 650-6565  
Facsimile: (702) 650-2995

1 The Court conducted a hearing, pursuant to its Order Shortening Time, on May 31, 2007  
2 on the Motion of Compass Financial Partners LLC for Order Pursuant to 11 U.S.C. §§ 105 and  
3 1141 Enforcing Confirmation Order and for Civil Contempt Sanctions (the "Motion"), which  
4 was filed by Compass Financial Partners LLC ("Compass") on May 25, 2007. Appearances of  
5 counsel were noted on the record at the hearing.

6 The Court having determined that the parties should submit additional briefs on the  
7 issues raised in the Motion and the Opposition thereto filed by the Lender Protection Group on  
8 May 30, 2007, and having determined that the status quo as it existed on May 15, 2007 should  
9 be maintained pending further order of this Court, with a hearing on such issues scheduled to be  
10 conducted on June 20, 2007, and for good cause appearing,

11 IT IS HEREBY ORDERED that, pending further order of this Court, (i) the status quo as  
12 of May 15, 2007 is hereby preserved such that Compass shall be and remain the loan servicer  
13 with respect to all loans for which it acquired servicing rights pursuant to that certain Asset  
14 Purchase Agreement dated December 8, 2006, approved by Order of this Court entered January  
15 8, 2007 (collectively, the "Loans"); and

16 IT IS FURTHER ORDERED that, pending further order of this Court, all amounts due  
17 and owing under or in connection with the Loans (the "Payments") shall continue to be paid  
18 directly to Compass; and

19 IT IS FURTHER ORDERED that, pending further order of this Court, Compass shall be  
20 entitled to deduct and retain from Payments received the amount of its accrued and unpaid  
21 servicing fees then due to Compass, provided, however, that any amounts relating to default  
22 interest, late charges, or other fees shall be held in the Direct Lender remittance account  
23 established and maintained by Compass, and provided, further, that notwithstanding the above,  
24 in the event Compass receives Payments from a borrower in respect of a Loan (i) in which  
25 Compass holds 100% of the loan participation interests, or (ii) which satisfy in full all  
26 obligations due and owing under the governing loan documents (including default interest, late  
27 charges, and other fees), then Compass shall be permitted to deduct and retain from such  
28 Payments received any amounts relating to default interest, late charges, and other fees; and

Bullivant/Houser/Bailey PC

3980 Howard Hughes Pkwy., Suite. 550  
Las Vegas, NV 89169  
Telephone: (702) 650-6565  
Facsimile: (702) 650-2995

1 IT IS FURTHER ORDERED that in the event the Lenders Protection Group holds 100%  
2 of the loan participation interests in a Loan, they shall have the right to direct Compass not to  
3 take any further action to pursue recovery from borrowers of outstanding amounts due with  
4 respect to such Loans; and

5 IT IS FURTHER ORDERED that any attempted termination or replacement of Compass  
6 as loan servicer with respect to a Loan shall not be effective pending further order of this Court.

7 **Submitted by:**

8 CADWALADER WICKERSHAM & TAFT  
9 -and-  
10 MILBANK, TWEED, HADLEY & McCLOY, LLP  
11 -and-  
12 BULLIVANT HOUSER BAILEY PC

13 By: /s/ Georganne W. Bradley  
14 Georganne W. Bradley, Esq.

15 *Attorneys for Compass Financial Partners LLC*

16 **Approved/Disapproved by:**

17 LAW OFFICES OF ALAN R. SMITH

18 By:   
19 Alan R. Smith.

20 *Attorneys for Lenders Protection Group*

21 **Approved/Disapproved by:**

22 OFFICE OF THE U.S. TRUSTEE

23 By: \_\_\_\_\_  
24 August B. Landis, Esq.

BullivantHouserBailey PC

3320 Howard Hughes Pkwy., Suite 550  
Las Vegas, NV 89169  
Telephone: (702) 650-5565  
Facsimile: (702) 650-2995

1 IT IS FURTHER ORDERED that in the event the Lenders Protection Group holds 100%  
2 of the loan participation interests in a Loan, they shall have the right to direct Compass not to  
3 take any further action to pursue recovery from borrowers of outstanding amounts due with  
4 respect to such Loans; and

5 IT IS FURTHER ORDERED that any attempted termination or replacement of Compass  
6 as loan servicer with respect to a Loan shall not be effective pending further order of this Court.

7 **Submitted by:**

8 CADWALADER WICKERSHAM & TAFT  
9 -and-  
10 MILBANK, TWEED, HADLEY & McCLOY, LLP  
11 -and-  
12 BULLIVANT HOUSER DAILEY PC

13 By: /s/ Georganne W. Bradley  
14 Georganne W. Bradley, Esq.  
15 *Attorneys for Compass Financial Partners LLC*

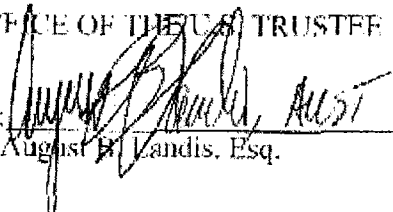
16 **Approved/Disapproved by:**

17 LAW OFFICES OF ALAN R. SMITH

18 By: \_\_\_\_\_  
19 Alan R. Smith.  
20 *Attorneys for Lenders Protection Group*

21 **Approved/Disapproved by:**

22 OFFICE OF THE U.S. TRUSTEE

23 By:   
24 August B. Landis, Esq.

1 In accordance with Local Rule 9021, the undersigned certifies:

2 \_\_\_\_\_ The court waived the requirements of LR 9021.

3 \_\_\_\_\_ No parties appeared or filed written objections, and there is no trustee  
4 appointed in the case.

5 ☒ I have delivered a copy of this proposed order to all counsel who  
6 appeared at the hearing, any unrepresented parties who appeared at the hearing, and any  
7 trustee appointed in this case, and each has approved or disapproved the order, or failed  
8 to respond, as indicated below:

9 Alan R. Smith, Esq. : 6/7/07 Approved By Kevin Darby, Esq.

10 Office of U.S. Trustee: 6/7/07 Approved By August Landis

11 BULLIVANT HOUSER BAILEY P.C.

12 By: Georganne W. Bradley  
13 Georganne W. Bradley, Esq.

BullivantHouserBailey PC

3980 Howard Hughes Pkwy., Suite. 550  
Las Vegas, NV 89169  
Telephone: (702) 650-6565  
Facsimile: (702) 650-2995